

**REYC - Club Balance Sheet as at 31 Dec 2018**

Previous Period £		Current Period £	
<b>2017-18</b>		<b>2018</b>	<b>Notes</b>
	<b>Fixed Assets</b>		A
215,442	Property: Yachts	193,999	1
	Property: Offshore - Non-fixed	7,836	2
15,653	Property: dinghy, board, kite	16,094	3
	Property: Chatham Branch	7,964	4
<b>231,095</b>	<b>Total Fixed Assets</b>	<b>225,893</b>	
	<b>Current Assets</b>		
4,202	Main Current Account	109,572	5
85,247	Main Deposit Account		5
	Cash		
489	Debtors	965	6, 7
	Inshore Current Account		
	Offshore Current Account	20,616	8
19,191	Chatham Current Account	10,518	9
<b>109,129</b>	<b>Total Current Assets</b>	<b>141,672</b>	
<b>340,224</b>	<b>Total Assets</b>	<b>367,565</b>	
	Creditors	716	10, 11
	<b>Total Liabilities</b>	<b>716</b>	
<b><u>340,224</u></b>	<b>Total Assets minus Liabilities</b>	<b><u>366,848</u></b>	
	<b>Fund Analysis</b>		18
513	H&M Fund (Restricted)	1,423	
31,831	Townsend Memorial Trust Fund (Restricted)	30,471	12
48,002	Hulls Fund (Restricted)	55,479	13
208,710	Hulls Fund (Designated)	206,981	14
15,653	Inshore (Designated)	16,094	3, 15
	Offshore (Designated)	7,836	2, 16
19,680	Chatham (Designated)	27,509	17
<b>324,389</b>	<b>Total Restricted/Designated Fund</b>	<b>345,794</b>	
<b>15,835</b>	<b>Unrestricted Funds</b>	<b>21,054</b>	
<b><u>340,224</u></b>	<b>Total REYC Assets</b>	<b><u>366,848</u></b>	

## **Notes**

A. All assets having a purchase value of more than £500 are capitalised. Heritage assets acquired prior to 1 Apr 06 are not capitalised; those acquired after 1 Apr 06 where the purchase price is known are included in the balance sheet at acquisition value (if over £500).

1. 2016 value for four Club yachts: Ilex £44,880; Right Royal £83,080; Trojan £75,482; Hebe £12,000; Total £215,442. Not depreciated in 2017. Market value (re) assessed end 2018 as Ilex £35,330; Right Royal £62,563; Trojan £66,243; Hebe £29,864; **Total £193,999**. Accordingly depreciation of £21,443 applied.
2. Previously non-Yacht 'ashore' property not accounted for. Brought to account at end of 2018. **Asset value of £7,836** iaw standard accounting (straight line depreciation) rules.
3. Inshore property previously assessed at £15,653 and brought to account in 2017. Purchase of £7,200 new windsurfing equipment made in 2018. Asset valuation based on a 10 year (Boards and Hulls) and 6 year (Rig) straight line depreciation assumption iaw guidance on the Capitalisation and Depreciation of Tangible Fixed Assets. **2018 asset value of £16,094. One dinghy valued under £500.**
4. Previously Chatham Mooring property not accounted for. Brought to account at end of 2018. **Asset value of £7,964** iaw standard accounting (straight line depreciation) rules.
5. To enable the move of accountancy services from Minley to RE HQ Chatham those funds held on 'Deposit' with Minley via their RSME investment vehicle have been released to the main current account. Investment/Deposit options for improved annual return to be explored with Corps Treasurer in 2019.
6. Offshore. Outstanding invoices relating to 2018 charter activity (Total £825). Income confirmed as received by 22 Engr Regt in Jan 19.
7. Chatham. £140 RNSA key deposit.
8. On account with 22 Engr Regt. Account 'closed' at end of accounting period. Balance to be transferred to REYC Lloyd account at start of new accounting period.
9. Chatham Branch trading surpluses of £10,000 for previous years transferred to Main in this accounting period. Remaining balance to be transferred to REYC Lloyds account at start of new accounting period.
10. Offshore: Two Invoices (Total £681) not cleared through 22 Engr Regt by Dec 31 relating to 2018 activity. Invoices cleared through account in Jan 19.
11. Chatham Branch: Key deposit of £35.
12. Value of Townsend Trust Fund with Trojan loan repaid and 15% Ilex sale value (£5,300) credited (dependent on actual sale value). £73 interest credited in 2018. Reduction in fund value reflects reduction in assessed value of Ilex as reflected in Fixed Assets (see Note 1)
13. Hulls Fund (Restricted) shown net of Townsend Trust interest free loan of £15k to be paid back over 5 years; £3k paid back in 2015/16, 16/17, 17/18, and 2018; £3k remains to be paid in 2019. £120 interest credited in 2018.
14. Hulls Fund (Designated) includes yachts' capital value less Townsend Trust 15% Ilex sale value (Note 12) and £18,282 Cash transferred from Offshore at financial year close iaw Club Rules.
15. Inshore (Designated) includes capital value of Inshore equipment.
16. Offshore (Designated) includes capital value of Offshore Non-fixed equipment.
17. Chatham Branch (Designated) includes £19,545 Cash and £7964 Property. £22 interest credited in 2018.
18. **Purpose of Funds.**
  - a. **Hulls Fund.** The Hulls Fund is established as a fund to support the purchase of equipment for the REYC. The income to the fund comes from sales of equipment, annual transfers from other funds, donations from Members over and above their subscriptions, a percentage of charter income (10% in 2017/18), and from grants through the ASA, eg Nuffield Trust and Army Welfare. Strictly speaking, only the Hulls Fund donations are 'Restricted'; with other contributions being 'Designated'. For this accounting period Hulls fund donations offset by Townsend Trust loan repayment and 10% of charter income have been applied to the Restricted proportion previously declared whilst all other movement has been categorised Designated. This approach preserves the Club's historic reporting and accords with AF N1514 submissions. It also offers the Club future flexibility. Should the Club need to, it could call on accumulated past profit, undesignate it (via an AGM vote), and use it for something more urgent /appropriate.
  - b. **H&M Fund.** The H&M Trust (a separate trust set up by the owner of H&M Engineering in the Chatham Dockyard) makes annual grants to the REYC to support the costs incurred by non-commissioned soldiers of the RE when undertaking sailing of any discipline. It is accounted for as a Restricted Fund to maintain transparency and ease of reporting to the H&M Trust Trustees on the use of the funds made available.
  - c. **Townsend Memorial Trust Fund.** The Townsend Trust is a legacy, left to the REYC and managed as a Restricted Fund, in support of sail training for young RE soldiers and exceptionally, young RE officers. It has Trustees, who make grants in support of qualifying REYC activities, including supporting the purchase of sailing hulls. It is therefore operated as a Restricted fund as its disbursement can only be authorised in accordance with its own Trustee authority.
  - d. **Inshore.** The REYC (Inshore) designated fund supports the same aims as the REYC and pursues the Club's objectives in the field of Inshore Sailing, namely, dinghy sailing, windsurfing and kite surfing. It receives grants from the main account as well as grants through the ASA and Nuffield Trust in support of equipment purchases.
  - e. **Offshore.** The REYC (Offshore) designated fund supports the same aims as the REYC and pursues the Club's objectives in the field of Offshore Sailing, namely, Racing, Adventure Sail Training and Cruising. It receives grants from the main account as well as grants through the ASA and Nuffield Trust in support of equipment purchases.
  - f. **Chatham.** The Chatham Fund is a Designated Fund to support the aims of the REYC principally on the River Medway and, when financially able, wider Club activity. The income to the fund comes from Member mooring fees income and other local activity.